

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

February 18, 2014

Jim Runquist TME Asphalt Ridge LLC 4526 Ridgeview Drive Eagan, Minnesota 55123

Subject: Review of Full Bond Release and File Closure, TME Asphalt Ridge LLC, Cameron 1 and TME

AR Lecy Mines, S/047/0036 and S/037/0088, Uintah County, Utah

Dear Mr. Runquist:

On December 20, 2013, the Division of Oil, Gas and Mining received your requests for full release of the reclamation sureties and file closures for the Cameron 1 and TME AR Lecy small mines.

The Division is delaying your request to process the full surety releases for these sites. The reclamation cost estimate for the TME Asphalt Ridge mine, M/047/0089, of which the Cameron and TME AR Lecy mines are now a part, is due for re-evaluation. Based on contingency factors and escalation rates the Division currently uses, it appears the surety required for the TME Asphalt Ridge mine will increase and that the sureties being held for the two small mines may be needed.

By separate letter, the Division is requiring a revised reclamation cost estimate for the TME Asphalt Ridge mine.

The Division will make a decision about releasing the sureties for the Cameron and TME AR Lecy mines after receiving the revised cost estimate for the TME Asphalt Ridge mine. If an increased surety is required for the large mine, the sureties for the Cameron and TME AR Lecy mines will not be released until the increase has been received.

If you have questions or concerns regarding this letter, please contact me at 801-538-5261 or April Abate at 801-538-5214.

Sincerely,

Paul B. Baker

Minerals Program Manager

PBB:aa:pb

Cc: Boris Treyzon, TMC Capital LLC

Jerry Mansfield, SITLA (jmansfield@utah.gov)

Lennie Boteilho, Ames Construction

P:\GROUPS\MINERALS\WP\M047-Uintah\S0470036-Cameron\Final\deny-5777,5778-02102014.docx

